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Attorneys for Defendants
Philip Morris Incorporated
and Philip Morris Companies Inc.

MATTHEW TEPPER, PATRICIA WATKINS, BRUCE S. SHORTINO, SCOTT TEPPER, THALIA HAYDEN, NICHOLAS POURAKIS, RONALD FRASER and PETER REDDICONTO,

Plaintiff,

V.

PHILIP MORRIS INCORPORATED;
PHILIP MORRIS COMPANIES INC.;
R.J. REYNOLDS TOBACCO COMPANY;
R.J.R. NABISCO, INC.; BROWN &
WILLIAMSON TOBACCO CORPORATION;
BRITISH AMERICAN TOBACCO
COMPANY LTD.; B.A.T INDUSTRIES,
P.L.C.; LORILLARD CORPORATION;
LORILLARD TOBACCO COMPANY;
THE AMERICAN TOBACCO COMPANY;
AMERICAN BRANDS, INC.; LIGGETT
GROUP INC.; LIGGETT & MYERS, INC.
BROOKE GROUP LTD., INC.; THE
COUNSEL FOR TOBACCO RESEARCH
USA, INC.; THE TOBACCO INSTITUTE.

SUPERIOR COURT OF NEW JERSEY LAW DIVISION: MIDDLESEX COUNTY DOCKET NO. MID-L-10709-97MT CASE CODE 241

Civil Action

TOBACCO LITIGATION

STIPULATION OF DISMISSAL

(Caption continued on next page)

INC.; NORTH JERSEY TOBACCO COMPANY and PETER CANDY COMPANY.

Detendants.

IT IS HEREBY STIPULATED AND AGREED that the above-captioned matter is hereby dismissed without costs. The defendants reserve all defenses, including but not limited to defenses based on insufficiency of process, insufficiency of service of process and lack of personal jurisdiction.

Kevin Decie

Attorney for Plaintiffs Matthew Tepper and Scott Tepper

Oran E. Kaus John

Alan E. Kraus
Attorney for Defendants
R.J. Reynolds Tobacco Company and
R.J. Reynolds Tobacco Holdings, Inc.
(formerly known as RJR Nabisco, Inc.)

John B. Kearney
Attorney for Defendant
British American Tobacco
(Investments) Limited

Christopher J. Michie
Attorney for Defendants
Philip Morris Incorporated and
Philip Morris Companies Inc.

William C. Slattery
William C. Slattery
Attorney for Defendants
Fortune Brands, Inc., Brown & Williamson
Tobacco Corporation, individually and
as successor by merger to The American
Tobacco Company

William S. Tucker, Jr./CJm William S. Tucker, Jr. Attorney for Defendants Lorillard Tobacco Company and Lorillard, Inc. Russell L. Hewit CJm

Russell L. Hewit Attorney for Defendant The Tobacco Institute, Inc.

Kathlee B. Harde / Com

Kathleen B. Harden Attorney for Defendant B.A.T Industries, p.l.c. Michael Dore 1 csm

Michael Dore Attorney for Defendant The Council for Tobacco Research -- USA, Inc.

Olan S. Noar/com

Alan S. Naar
Attorney for Defendants
Liggett Group Inc., Liggett &
Myers, Inc. and Brooke Group Ltd.